

HOUSE BILL 181

By Cooper B

AN ACT to amend Tennessee Code Annotated, Title 67,  
Chapter 6, Part 5, relative to sales and use tax  
deduction for dealer's accounting costs.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 67, Chapter 6, Part 5, is amended by  
adding the following language as a new section:

Section 67-6-543.

(a) For the purpose of compensating an in-state dealer in accounting for  
and remitting the tax, such dealer shall be allowed a deduction of tax due,  
reported, and paid to the department as follows:

(1) Two percent (2%) of the first two thousand five hundred  
dollars (\$2,500) on each report; and

(2) One and fifteen one-hundredths percent (1.15%) of amounts  
over two thousand five hundred dollars (\$2,500) on each report.

(b) No deduction from tax shall be allowed if any such report or payment  
of tax is delinquent.

(c) Notwithstanding the formula provided by subsection (a), the deduction  
provided by this section is limited to a maximum of fifty dollars (\$50.00) per  
report.

(d) Notwithstanding any other provision of law, an amount equal to the  
excess of the amount calculated by the formula provided by subsection (a) over  
the fifty dollar (\$50.00) limit provided by subsection (c) shall be retained by the  
state and deposited in the state general fund.

SECTION 2. This act shall take effect July 1, 2007, the public welfare requiring it.